

Meeting Date: 09/16/08

AGENDA REPORT

Agenda Item # 7B.8

City of Santa Clara, California



Date: August 28, 2008
To: City Manager for Council Action
From: John C. Roukema, Director of Electric Utility
Subject: Approval of Agreement for the Performance of Services with Basic Chemical Solutions, LLC for Bulk Chemicals for the Donald Von Raesfeld Power Plant

EXECUTIVE SUMMARY:

In order to operate the Donald Von Raesfeld Power Plant (DVR), it is necessary to use bulk chemicals to maintain compliance for air permits and maintain plant chemistry to preserve asset life. Through this Service Agreement, Basic Chemical Solutions, LLC will provide all necessary bulk chemicals for DVR. A copy of the Service Agreement is available for review in the Council offices.

ADVANTAGES AND DISADVANTAGES OF ISSUE:

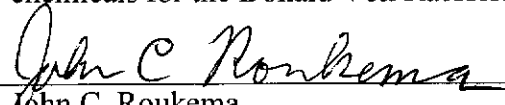
This agreement for chemicals provides Silicon Valley Power with a quality bulk chemical program that is economical. The primary chemicals being supplied are aqueous ammonia necessary to maintain air compliance limits, caustic and sulfuric acid used to maintain cooling tower water chemistry. Without these chemicals it is not possible to operate DVR in compliance with the operating permits.

ECONOMIC/FISCAL IMPACT:

The total cost of this Service Agreement is \$ 339,206.00. Sufficient funds are available in the Electric Department Operating Budget, Generation and Pumping Expense account (091-1377-87960-(I)9240-(F)54800).

RECOMMENDATION:

That Council approve, and authorize the City Manager to execute, the Agreement for the Performance of Services with Basic Chemical Solutions, LLC, in an amount not to exceed \$339,206.00, for bulk chemicals for the Donald Von Raesfeld Power Plant.



John C. Roukema
Director of Electric Utility

Certified as to Availability of Funds
091-1377-87960 \$339,206.00

on
am

APPROVED


Jennifer Sparacino
City Manager


Mary Ann Parrot
Director of Finance

MAJORITY VOTE OF COUNCIL

Documents Related to this Report:

- 1) Basic Chemical Solutions Agreement for Performance of Services

CITY OF SANTA CLARA
AGENDA MATERIAL ROUTE SHEET

Council Date: September 16, 2008

SUBJECT: Approval of Agreement for Performance of Services with Basic Chemical Solutions, LLC for Bulk Chemicals for the Donald Von Raesfeld Power Plant

CERTIFICATION

The proposed Agreement for the Performance of Services with Basic Chemical Solutions, LLC

Regarding: Bulk Chemicals for the Donald Von Raesfeld Power Plant

has been reviewed and is hereby certified.

PUBLICATION REQUIRED:

The attached Notice/Resolution/Ordinance is to be published ____ time(s) at least ____ days before the scheduled meeting/public hearing/bid opening/etc., which is scheduled for _____, 2008.

AUTHORITY SOURCE FOR PUBLICATION REQUIREMENT:

Federal Codes:

Title _____ U.S.C. § _____
(Titles run 1 through 50)

California Codes:

Code _____ § _____
(i.e., Government, Street and Highway, Public Resources)

Federal Regulations:

Title _____ C.F.R. § _____
(Titles run 1 through 50)

California Regulations:

Title _____ California Code of Regulations § _____
(Titles run 1 through 28)

City

City Charter § _____ (i.e., 1310. Public Works Contracts. Notice published at least once at least ten days before bid opening)

City Code § _____

1. As to City Functions, by
2. As to Legality, by
3. As to Environmental Impact Requirements, by
4. As to Substance, by

John C. Bonkema
Department Head

Heleene Hechter
City Attorney's Office/CAO Assignment No. 08. 1246

Director of Planning and Inspection

J. Sparacino
City Manager